



Investment Option Performance Results and Statistics

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Portfolio Review

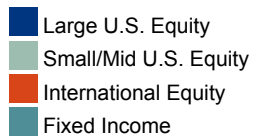
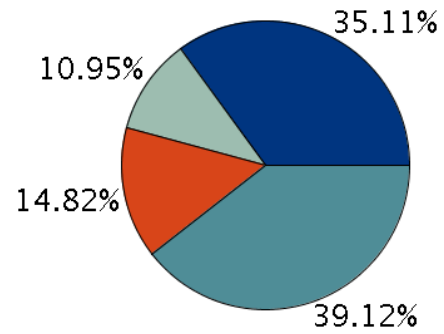
Investment Review - Allocation 12/31/2010		
Investment Advisor	Investment Option	Ending Balance
	Large U.S. Equity	
	Large Value	
AllianceBernstein / Westwood	LargeCap Value III Separate Account-R6 ^{3, 15, 20, 29}	\$3,948,937
Edge Asset Management, Inc.	Equity Income Separate Account-R6 ^{3, 11}	\$3,888,137
	Large Blend	
Principal Global Investors	LargeCap S&P 500 Index Separate Account-R6 ^{2, 8}	\$4,005,770
	Large Growth	
Columbus Circle Investors	LargeCap Growth Separate Account-R6	\$4,342,398
T. Rowe Price/Brown Advisory	LargeCap Growth I Separate Account-R6 ^{3, 24, 29, 31}	\$4,370,696
	Small/Mid U.S. Equity	
	Mid Cap Value	
Principal Global/Barrow Hanley	MidCap Value III Separate Account-R6 ¹	\$1,307,281
	Mid Cap Growth	
Turner/Mellon/Jacobs Levy	MidCap Growth III Separate Account-R6 ^{1, 12, 29}	\$1,299,363
	Small Value	
DFA/Vaughan Nelson/LA Capital	SmallCap Value II Separate Account-R6 ^{1, 14, 24, 27, 29}	\$1,305,271
	Small Growth	
AllianceBernstein/CCI/Brown	SmallCap Growth I Separate Account-R6 ^{1, 3, 24, 29, 36}	\$1,163,493
	Real Estate	
Principal Real Estate Inv	Real Estate Securities Separate Account-R6 ^{3, 7}	\$1,333,635
	International Equity	
	Diversified Emerging Markets	
Principal Global Investors	International Emerging Markets Separate Account-R6 ⁴	\$927,713
	Foreign Large Value	
Causeway / Barrow Hanley	International Value I Separate Account-R6 ^{4, 14, 29, 35}	\$4,658,239
	Foreign Large Blend	
Fidelity / Schroders	International I Separate Account-R6 ^{4, 14, 17, 29, 34}	\$3,091,409
	Fixed Income	
	High Yield Bond	
JP Morgan/Neuberger Berman	High Yield I Separate Account-R6 ^{5, 14, 16, 18, 19}	\$2,210,381
	Intermediate-Term Bond	
PIMCO	Core Plus Bond I Separate Account-R6 ^{14, 16, 19}	\$7,467,555
Principal Global Investors	Bond and Mortgage Separate Account-I2 ^{16, 19}	\$7,358,085
	Inflation-Protected Bond	
BlackRock Financial Mgmt, Inc.	Inflation Protection Separate Account-R6 ^{14, 16, 19, 21}	\$3,005,213

Investment Review - Allocation 12/31/2010		
Investment Advisor	Investment Option	Ending Balance
	Owned Real Estate	
Principal Real Estate Inv	U.S. Property Separate Account-R6 ³⁷	\$2,865,372
TOTAL		\$58,548,948

Please see important disclosures at the end of this presentation.

Asset Class Breakdown

Ending % As Of 12/31/2010



Investment Performance

Investment results shown represent historical performance and do not guarantee future results. Investment returns and principal values fluctuate with changes in interest rates and other market conditions so the value, when redeemed may be worth more or less than original costs. Current performance may be lower or higher than the performance data shown.

The gross total investment expense figure does not reflect any waivers or caps on the mutual fund or underlying mutual fund in which a Separate Account invests. Returns displayed are always based on net total investment expense.

For more performance information, including most recent month-end performance, visit the Principal Sponsor Service Center SM at www.principal.com, contact your representative of the Principal Financial Group® (The Principal®), or call our Client Contact Center at 1-800-547-7754.

Rates of Return through 12/31/2010									
Investment Advisor	Investment Option	YTD	1 yr.	3 yr.	5 yr.	10 yr.	Since Inception	Inception Date	Total Inv. Expense Gross
	Large U.S. Equity								
	Large Value								
AllianceBernstein / Westwood	LargeCap Value III Separate Account-R6 ^{3, 15, 20, 29}	12.83	12.83	-7.45	-1.50	2.52	2.52	12/29/2000	0.94
Edge Asset Management, Inc.	Equity Income Separate Account-R6 ^{3, 11}	16.11	16.11	-2.69	2.65	6.10	8.32	06/30/2009	0.69
UBS / TS&W	LargeCap Value I Separate Account-R6 ^{14, 29, 33}	11.29	11.29	-6.18	-0.45	-	2.78	06/01/2004	0.95
	Large Blend								
Principal Global Investors	LargeCap S&P 500 Index Separate Account-R6 ^{2, 8}	14.68	14.68	-3.11	2.01	1.08	8.16	01/01/1990	0.31
	Large Growth								
Columbus Circle Investors	LargeCap Growth Separate Account-R6	18.59	18.59	-4.88	3.03	-0.56	6.15	06/01/1995	0.71
T. Rowe Price/Brown Advisory	LargeCap Growth I Separate Account-R6 ^{3, 24, 29, 31}	19.72	19.72	2.56	4.33	1.07	1.06	12/29/2000	0.81
	Small/Mid U.S. Equity								
	Mid Cap Value								
Principal Global/Barrow Hanley	MidCap Value III Separate Account-R6 ¹	20.46	20.46	0.14	2.98	6.50	10.09	01/01/1991	0.81
	Mid Cap Growth								
Turner/Mellon/Jacobs Levy	MidCap Growth III Separate Account-R6 ^{1, 12, 29}	27.27	27.27	-1.76	4.62	1.20	3.75	10/28/1999	1.15
	Small Value								
DFA/Vaughan Nelson/LA Capital	SmallCap Value II Separate Account-R6 ^{1, 14, 24, 27, 29}	27.26	27.26	1.86	2.95	-	5.77	06/01/2004	1.25
	Small Growth								
AllianceBernstein/CCI/Brown	SmallCap Growth I Separate Account-R6 ^{1, 3, 24, 29, 36}	35.78	35.78	1.98	5.88	1.94	1.94	12/29/2000	1.28
Emerald / Essex	SmallCap Growth II Separate Account-R6 ^{1, 3, 29, 30}	27.76	27.76	-1.13	2.12	1.38	1.38	12/29/2000	1.18
	Real Estate								
Principal Real Estate Inv	Real Estate Securities Separate Account-R6 ^{3, 7}	25.06	25.06	2.33	3.70	-	12.39	12/31/2002	1.15
	International Equity								
	Diversified Emerging Markets								
Principal Global Investors	International Emerging Markets Separate Account-R6 ⁴	18.61	18.61	-3.35	11.76	15.26	11.62	01/01/1995	1.51
	Foreign Large Value								
Causeway / Barrow Hanley	International Value I Separate Account-R6 ^{4, 14, 29, 35}	8.02	8.02	-	-	-	8.73	09/30/2008	1.30
	Foreign Large Blend								
Fidelity / Schroders	International I Separate Account-R6 ^{4, 14, 17, 29, 34}	10.53	10.53	-8.29	2.32	3.27	3.46	07/01/1999	1.29

Rates of Return through 12/31/2010									
Investment Advisor	Investment Option	YTD	1 yr.	3 yr.	5 yr.	10 yr.	Since Inception	Inception Date	Total Inv. Expense Gross
	Foreign Large Growth								
Principal Global Investors	International Growth Separate Account-R6 ^{3, 4}	12.07	12.07	-9.85	0.43	3.48	3.47	12/29/2000	1.17
	Short-Term Fixed Income								
	Money Market								
Principal Global Investors	Money Market Separate Account-R6 ^{6, 23, 25}	0.03	0.03	0.87	2.39	2.18	5.56	12/10/1980	0.56
	7-Day Simple Yield as of 12/31/2010 is 0.00 ^{***}	-	-	-	-	-	-		
	Fixed Income								
	High Yield Bond								
JP Morgan/Neuberger Berman	High Yield I Separate Account-R6 ^{5, 14, 16, 18, 19}	14.81	14.81	11.92	9.30	-	8.38	12/31/2004	0.81
	Intermediate-Term Bond								
PIMCO	Core Plus Bond I Separate Account-R6 ^{14, 16, 19}	6.82	6.82	-	-	-	8.74	09/30/2008	0.76
Principal Global Investors	Bond and Mortgage Separate Account-I2 ^{16, 19}	11.77	11.77	5.78	5.18	5.69	8.52	02/01/1983	0.55
	General Investment Account ⁺	-	-	-	-	-	-	06/15/1941	
	Inflation-Protected Bond								
BlackRock Financial Mgmt, Inc.	Inflation Protection Separate Account-R6 ^{14, 16, 19, 21}	6.99	6.99	-2.26	-0.20	-	0.21	12/31/2004	0.57
	Owned Real Estate								
Principal Real Estate Inv	U.S. Property Separate Account-R6 ³⁷	15.93	15.93	-11.71	-2.11	3.68	5.68	01/01/1982	1.15

Must be accompanied by disclosures on the following page.

Disclosures

Sub-advised Investment Options include Separate Accounts available through a group annuity contract with the Principal Life Insurance Company. Insurance products and plan administrative services are provided by Principal Life Insurance Company a member of the Principal Financial Group, Des Moines, IA 50392. See the group annuity contract for the full name of the Separate Account. Certain investment options may not be available in all states or U.S. commonwealths.

+ This is not a sub-advised Investment option. Guarantees are backed by all the assets in the Principal Life general account.

Returns shown for periods of less than one year are not annualized. All returns displayed here are after Total Investment Expense of the investment option.

**** The 7-Day Simple Yield % more closely reflects the current earnings of this money market investment option than the total return displayed.*

Separate Accounts are made available through a group annuity contract with the Principal Life Insurance Company, Des Moines, IA 50392. They may not be available in all states. Ask your representative for more details.

For a Separate Account investment option, Total Investment Expense gross equals the sum of these expenses: (a) the amount of money, expressed as a percentage, deducted for the costs of managing a separate account where applicable, fees for plan administrative services and agent compensation, plus (b) if the separate account invests in an underlying mutual fund, the total fund operating expenses of the underlying mutual fund, plus (c) if an underlying mutual funds invests in other mutual funds, the weighted-average management fee of those other mutual funds, as listed in the most recent prospectus. The actual Total Investment Expense may change if an underlying mutual fund's allocation of assets to other mutual funds changes.

Any operating expenses of a mutual fund or underlying mutual fund that are part of net Total Investment Expense are obtained from the mutual fund's most recent prospectus. The operating expenses shown as part of net Total Investment Expense include voluntary expense limits and fee credit.

- 1. Small-cap and mid-cap investment options are subject to more fluctuation in value and may have additional risks than other investment options with stocks of larger, more stable companies.*
- 2. Each index based investment option is invested in the stocks or bonds of the index it tracks. Performance of indexes reflects the unmanaged results for the market segment the selected stocks or bonds represent. There is no assurance an index based investment option will match the performance of the index tracked.*
- 3. This Separate Account invests solely in the Institutional class shares of the Principal Funds. All voting rights associated with ownership of shares in the mutual fund are the rights of the Separate Account, not of contract holders investing in the Separate Account. For further information on the underlying mutual fund, see the prospectus of the fund.*
- 4. International and global investment options are subject to additional risk due to fluctuating exchange rates, foreign accounting and financial policies, and other economic and political environments.*
- 5. High yield investment options are subject to greater credit risk associated with high yield bonds.*
- 6. This investment option is not guaranteed by the Federal Deposit Insurance Corporation (FDIC), or any other government agency. Although this investment option seeks to preserve the value of an investment, it is possible to lose money by investing in this portfolio.*
- 7. Real estate investment options are subject to some risks inherent in real estate and Real Estate Investment Trusts, such as risks associated with general and local economic conditions.*
- 8. S&P 500 is a trademark of The McGraw-Hill Companies, Inc., and has been licensed for use by Principal Life Insurance Company and Principal Management Corporation. The product is not sponsored, endorsed, sold or promoted by Standard & Poor's and Standard & Poor's makes no representation regarding the advisability of investing in the product.*

11. *These calculated returns reflect the historical performance of the oldest share class of the fund, adjusted to reflect a portion of the fees and expenses of this share class. Please see the fund's prospectus for more information on specific expenses, and the fund's most recent shareholder report for actual date of first sale. Expenses are deducted from income earned by the fund. As a result, dividends and investment results will differ for each share class.*
12. *This Separate Account invests solely in the Institutional class shares of the Principal Funds. All voting rights associated with ownership of shares in the mutual fund are the rights of the Separate Account, not of contract holder investing in the Separate Account. For further information on the underlying mutual fund see the prospectus of the fund.*
14. *This Separate Account invests solely in the Institutional class shares of the Principal Funds. All voting rights associated with ownership of shares in the mutual fund are the rights of the Separate Account, not of contract holders investing in the Separate Account. For further information on the underlying mutual fund, see the prospectus of the fund.*
15. *From March 1, 2006, to December 31, 2007, Bank of New York served as a sub-advisor for managing the cash portion of this investment option.*
16. *Fixed-income investment options are subject to interest rate risk, and their value will decline as interest rates rise. Neither the principal of bond investment options nor their yields are guaranteed by the U.S. government.*
17. *Effective March 31, 2007, references to Fidelity Management & Research as investment advisor were replaced with Fidelity (Pyramis Global Adv). This is a name change only and does not affect the management, objective, or strategy of this investment option.*
18. *Effective January 2, 2008, this portfolio is co-sub-advised by JP Morgan and Neuberger Berman Fixed Income LLC (formerly named Lehman Brothers Asset Management). Prior to January 2, 2008 Post Advisory Group was a third sub-advisor for this portfolio. Performance results displayed reflect all sub-advisors managing this portfolio during the time periods displayed.*
19. *Fixed-income and asset allocation investment options that invest in mortgage securities are subject to increased risk due to real estate exposure.*
20. *Effective July 15, 2008, Westwood Management Corp. was added as an additional sub-advisor. Performance results displayed reflect all sub-advisors managing this portfolio during the time periods displayed.*
21. *Effective December 31, 2008, this portfolio is sub-advised by BlackRock Financial Management, Inc. Prior to December 31, 2008, the portfolio was sub-advised by Principal Global Investors.*
23. *Principal Life Insurance Company may voluntarily waive a certain portion of its fees collected from the Money Market Separate Account on a temporary basis. The Total Investment Expense - Net may be lower when fees are waived.*
24. *This investment option maintains a voluntary waiver which is reflected in the value displayed for Total Investment Expense - Net. This waiver may be discontinued at any time.*
25. *The Money Market investment option is closed to new sales and existing clients not currently offering the option within their retirement plans, effective April 1, 2009. Existing clients already offering the money market investment option within their plan can continue to have contributions directed to this investment option at this time. As of July 1, 2009 the money market investment option will be closed for any client that does not have retirement funds in the investment on that date.*
27. *Effective May 1, 2009, LA Capital was added as an additional sub-advisor. Performance results displayed reflect all sub-advisors managing this portfolio during the time periods displayed.*
29. *This Separate Account invests solely in the Institutional class share of a mutual fund (Fund) from Principal Funds, Inc. The manager of the Fund, Principal Management Corporation, invests between 10% and 40% of the Fund's assets in common stocks in an attempt to match or exceed the performance of the Fund's benchmark index for performance.*

30. Effective June 26, 2009, this portfolio is sub-advised by Emerald Advisors and Essex. Prior to June 26, 2009, the portfolio was sub-advised by UBS Global Asset Management, Emerald Advisors and Essex. The portfolio has had various sub-advisors since its inception. Performance results displayed reflect all sub-advisors managing this portfolio during the time periods displayed.

31. Effective July 14, 2009, Brown Advisory was added as an additional sub-advisor. Performance results displayed reflect all sub-advisors managing this portfolio during the time periods displayed.

33. Effective October 1, 2009, TS&W was added as an additional sub-advisor. Performance results displayed reflect all sub-advisors managing this portfolio during the time periods displayed.

34. Effective January 11, 2010, Schroders was added as an additional sub-advisor. Performance results displayed reflect all sub-advisors managing this portfolio during the time periods displayed.

35. Effective August 10, 2010, this portfolio is sub-advised by Causeway and Barrow Hanley. Prior to August 10, 2010, the portfolio was sub-advised by AXA Rosenberg and Causeway. The portfolio has had various sub-advisors since its inception. Performance results displayed reflect all sub-advisors managing this portfolio during the time periods displayed.

36. Effective September 20, 2010, Brown Advisory was added as an additional sub-advisor. Effective May 1, 2009, Columbus Circle Investors was added as an additional sub-advisor. Performance results displayed reflect all sub-advisors managing this portfolio during the time periods displayed.

37. This investment option is subject to investment and liquidity risk and other risks inherent in real estate such as those associated with general and local economic conditions. If you elect to contribute funds into the U.S. Property Separate Account, you may not be able to immediately withdraw them.

Glossary of Terms

7 Day Yield - The 7-Day Simple Yield % more closely reflects the current earnings of this money market investment option than the total return displayed.

Total Investment Expense Gross - The maximum expense ratio that can be applied to an investment option. This includes expenses and management fees, including 12b-1 fees, administrative fees, and all other asset-based costs incurred by the investment option, except brokerage costs.

Inception Date - Date on which the investment option began its operations.

Investment Advisor - A company employed by the investment option's advisor to handle the investment option's day-to-day management. In these instances, the portfolio manager generally works for the fund's subadvisor, and not the advisor.

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